

By: Guillen

H.B. No. 2171

A BILL TO BE ENTITLED

AN ACT

relating to notice to affected local taxing entities of certain claims for overpayment of sales or use taxes.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 151.430, Tax Code, is amended by adding Subsection (c-1) to read as follows:

(c-1) The comptroller shall notify a municipality, county, or other local taxing entity if the taxing entity's portion of the tax for which a refund is claimed or a credit is taken under this section is equal to or greater than five percent of the amount of sales and use taxes received by the taxing entity during the preceding calendar year. The comptroller shall provide the notice not later than the 30th day after the date the refund is claimed or the credit is taken.

SECTION 2. This Act applies only to a claim for a refund made or credit taken on or after the effective date of this Act without regard to whether the taxes that are the subject of the claim or credit were due before, on, or after that date.

SECTION 3. This Act takes effect September 1, 2017.